

**504.1302 Authorized distributions.**

1. A mutual benefit corporation may purchase its memberships if, after the purchase is completed, both of the following apply:

*a.* The corporation will be able to pay its debts as they become due in the usual course of its activities.

*b.* The corporation's total assets will at least equal the sum of its total liabilities.

2. Corporations may make distributions upon dissolution in conformity with [subchapter XIV](#).

[2004 Acts, ch 1049, §136, 192](#)

Referred to in [§504.1301](#)